

# DEPARTMENT OF THE TREASURY

## INTERNAL REVENUE SERVICE

### I. RESOURCE SUMMARY

	Budget Authority (in Millions)		
	2005 Final	2006 Enacted	2007 Request
<b>Drug Resources by Function</b>			
Investigations	-	\$55.028	\$55.584
<b>Total Drug Resources by Function</b>	-	<b>\$55.028</b>	<b>\$55.584</b>
<b>Drug Resources by Decision Unit</b>			
Criminal Investigations	-	\$55.028	\$55.584
<b>Total Drug Resources by Decision Unit</b>	-	<b>\$55.028</b>	<b>\$55.584</b>
<b>Drug Resources Personnel Summary</b>			
Total FTEs (direct only)	-	326	329
<b>Drug Resources as a Percent of Budget</b>			
Agency Budget	-	\$ 10,544.706	\$ 10,591.837
Drug Resources Percentage		0.52%	0.52%

Note: In FY 2005 budget authority was appropriated to the Department of Justice.

### II. PROGRAM SUMMARY

- The mission of Internal Revenue Service Criminal Investigations (IRS-CI) in federal law enforcement's anti-drug efforts is to reduce or eliminate the financial gains (profits) of major narcotics trafficking and money laundering organizations through the use of its unique financial investigative expertise and statutory jurisdiction. These efforts support the goals of the *Strategy* and the *National Money Laundering Strategy*.
- Criminal Investigation plays a unique role in the counterdrug efforts. The criminal provisions of the Internal Revenue Code (Title 26) the Bank Secrecy Act (Title 31) and the Money Laundering Control Act are particularly useful in the financial investigation (and prosecution) of major narcotics traffickers and money launderers and the seizure and forfeiture of their profits. Criminal Investigation is a participating member of the Organized Crime Drug Enforcement Task Force (OCDETF) Program, which was established in 1982. By primarily focusing on those sophisticated cases which meet OCDETF designation standards, IRS-CI makes a significant contribution to many important investigations, while maximizing the use of its resources.
- The Criminal Investigations international strategy has placed special agents in strategic foreign posts to facilitate the development and use of information obtained in host nations in support of its investigations. Such information is especially crucial to the success of high level narcotics and money laundering investigations.

- The IRS-CI supports the overall IRS mission by the investigation of criminal violations under its jurisdiction through three program areas: the Legal Income Source Program, the Illegal Income Source Program, and the Narcotic Program. The Narcotics Program supports the National Drug Control Strategy and the National Money Laundering Strategy through continued support of multi- agency task forces including the Organized Crime and Drug Enforcement Task Force (OCDETF), High Intensity Drug Trafficking Area (HIDTA), and the High Risk Money Laundering and Financial Crimes Areas (HIFCA).

### **III. BUDGET SUMMARY**

#### **2006 Program**

- The IRS received a total of \$55.0 million and 326 FTEs in FY 2006. This represents the transfer of ICDE resources into the IRS Tax Law Enforcement Appropriation.
- Criminal Investigation will use these resources in support of the FY 2006 OCDETF/ICDE programs.

#### **2007 Request**

- The IRS is requesting a total of \$55.6 million and 329 FTE in FY 2007. This represents a rollover of the transferred ICDE resources.
- Criminal Investigation will use these resources in support of the FY 2007 OCDETF programs.

### **IV. PERFORMANCE**

- The FY 2005 performance is not applicable as IRS-CI was reimbursed by the ICDE appropriation and the performance was included as part of the Department of Justice Budget Submission. Since IRS-CI does not report any actual resources in FY 2005, there is, therefore, no performance to report.
- **2005 Program Assessment Rating Tool (PART) Results:** The IRS-Criminal Investigation Division received a Moderately Effective rating from the Office of Management and Budget on the 2005 PART process. The IRS-CI Narcotics Program is included in the Criminal Investigation Division programs and was not rated separately